

**General Government
Area Development Fund**

	Revised FY 2006	Requested FY 2007	Requested FY 2008	Recommended FY 2007	Recommended FY 2008
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	809,700	850,200	850,200	809,700	809,700
Total General Fund	809,700	850,200	850,200	809,700	809,700
TOTAL SOURCE OF FUNDS	809,700	850,200	850,200	809,700	809,700
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	809,700	850,200	850,200	809,700	809,700
TOTAL EXPENDITURES	809,700	850,200	850,200	809,700	809,700
EXPENDITURES BY FUND SOURCE					
General Fund	809,700	850,200	850,200	809,700	809,700
TOTAL EXPENDITURES	809,700	850,200	850,200	809,700	809,700

The Area Development Fund is a revenue sharing program that was created by the 1976 Regular Session of the General Assembly to fund industrial development projects in communities within each of the 15 Area Development Districts. Kentucky law provides that 4.4 percent of the coal severance tax revenues are to be allocated to a project pool administered by the Governor's Office for Local Development (GOLD). The Area Development Districts rank and recommend to the Commissioner of GOLD the projects that they consider to be eligible for funding.

Policy

Notwithstanding KRS 42.350, the enacted budget allocates \$809,700 from the General Fund to the Area Development Fund in each year of the biennium.